

State Capitol | Lansing, Michigan 48913 PH (517) 373.1707 | FAX (517) 373.3935 www.senate.michigan.gov/gop/senator/toy/

FOR IMMEDIATE RELEASE Tuesday, July 15, 2003

## State Budget Agreement Reached

Contact: Heather Lombardini

(517) 373-1707

Education remains top priority; no new taxes on Michigan families

**LANSING** – Republican lawmakers and the governor reached an agreement today on a state budget that places heavy emphasis on education, health care, economic and job development and the environment – without raising any new taxes on Michigan families, Sen. Laura Toy, R-Livonia, said.

"I am proud to be serving in the Senate and working to ensure, once again, that Michigan has a balanced budget with a rainy day fund," Toy said.

Many of the issues fought for by the Republican legislature were agreed upon, including funding to preserve the Merit Award Scholarship at the \$2,500 level, keeping scheduled road projects on track and, most importantly, balancing the state budget without any new taxes.

Among the provisions hammered out by legislative leaders and the governor include:

- Restoring the Merit Scholarship Award so that each student who qualifies will receive the \$2,500 amount,
- Restoring 17 of the 34 deferred road projects that will increase motorist safety and create a viable state infrastructure for the movement of commerce,
- Approving the Driver Responsibility Program and the Claim It Correctly Program,
- Initiating funds for a Governor-Speaker technology partnership that will provide laptop computers to 6<sup>th</sup> grade students across the state. The partnership is possible with the support of federal funds, and
- Creating a funding floor for Higher Education which will ensure all institutions of higher education receive more than the administration's original recommendation.

Legislators met the challenge of the current budget situation, solved the problems and put money away into the Medicaid Trust Fund, Budget Stabilization Fund and the Education Savings Fund for the Future, Toy noted.

"While the budget process took longer than usual this year, the future will continue to be a challenge as we move our great state forward in the uncertain economic times," Toy said.